

May 2022

Update to MyMix Investment Options

Last year Child Care Super surveyed our members, who overwhelmingly requested a simplified investment option structure that made making an investment choice easier. This notice is to provide you with an update on changes being made to Child Care Super's MyMix investment options and fees.



MyMix investment option changes

Child Care Super is improving the MyMix product by simplifying the investment options available to members.

As of 10 June 2022, members will no longer be able to make contributions to the following MyMix investment options, and from 14th June 2022, these options will be closed permanently:

- High Growth
- Conservative
- Australian Shares
- International Shares
- Property Securities

From 15th June 2022, in addition to the MySuper Lifestage option, members will be able to select from the following MyMix options:

- Growth
- Balanced
- Secure

How will affected options be reallocated?

In order to ensure that member funds currently invested in closing investment options are transferred into options with similar risk profiles, Child Care Super, together with its investment consultant has determined an appropriate investment transfer strategy, as shown in the table on the next page.

These transfers will be made automatically, unless you choose otherwise. If you would prefer to make your own investment choice prior to the reallocation, you should log into your online account by **9 June 2022**.

No investment switches or withdrawals can be made between 10th and the 15th June if you are invested in any of the closing investment options.

Option reallocations

Existing investment option	Growth / Defensive asset allocation	New investment option	Growth / Defensive asset allocation
High Growth – members up to age 58	98% growth / 2% defensive	MySuper Building	Under age 25: 98% growth assets / 2% defensive
		MySuper Growing	Between ages 25 and 58: 90% growth assets / 10% defensive
High Growth – members aged 59+	98% growth / 2% defensive	MyMix Growth	86% growth assets / 14% defensive assets
Conservative	32% growth / 68% defensive	MyMix Balanced	50% growth assets / 50% defensive assets
Australian Shares/ International Shares/ Property Securities – members up to age 58	100% Growth	MySuper Building	Under age 25: 98% growth assets / 2% defensive
		MySuper Growing	Between ages 25 and 58: 90% growth assets / 10% defensive
Australian Shares/ International Shares/ Property Securities – members aged 59+	100% Growth	MyMix Growth	86% growth assets / 14% defensive assets

Changes to MyMix administration fees

From 1 May 2022, the dollar-based admin fee will increase, the percentage-based admin fee will decrease, and rebates will be removed.

Existing MyMix Administration fee	MyMix Administration fee from 1 May 2022
Dollar-based admin fee: \$95 p.a.	Dollar-based admin fee: \$115 p.a.
Percentage-based admin fee: up to 1.25% p.a. (a rebate of up to 1% may apply to the percentage-based fee depending on the amount invested.)	Percentage-based admin fee: 0.30% p.a.

Existing MyMix percentage based admin fee

Amount of your account balance invested in the MyMix Solution investment options	Rebate (p.a)
The first \$24,999	0%
The next \$100,000	0.75%
Any part of the balance in excess of \$125,000	1%

MySuper Administration fee
Dollar-based admin fee: \$115 p.a.
Percentage-based admin: 0.15% p.a.

Please note that the MySuper fees have not changed, they are simply presented for fullness of information.

Buy-sell spreads will be removed from 1 May 2022

From 1 May 2022, members will no longer incur a fee for switching investment options.

Strategic Asset Allocation changes

The Strategic Asset Allocation (SAA) is the percentage of monies allocated to asset classes including shares, property, fixed interest, alternative investments and cash.

The SAA for each investment option is set by Child Care Super's investment team to achieve an expected return over a set number of years, subject to a level of risk. As of 1 July 2022, the SAA of the Growth and Balanced investment options will be changed to improve the probability of achieving better investment performance.

Strategic Asset Allocation as of 1 July 2022

	Growth			Balanced		
	SAA	Min	Max	SAA	Min	Max
Australian Shares	39	15	50	22	10	40
International Shares	39	10	50	22	10	40
Property	4	0	20	3	0	20
Alternatives (Growth)	4	0	30	3	0	30
Total Growth	86	60	90	50	50	80
Fixed Interest	5	0	30	18	0	35
Alternatives (Defensive)	6	0	10	10	0	15
Cash	3	0	20	22	0	35
Total Defensive	14	10	40	50	20	50

Investment Management Fees (IMF) and Indirect Cost Ratio (ICR) as of 1 July 2022

Changes have also been made to investment management fees and indirect cost ratios for the investment options. Going forward, indirect costs will form part of the investment fee.

Investment Option	Before 1/5/2022			From 1/5/2022	From 1/7/2022
	IMF	ICR	Total	IMF	IMF
Balanced	0.37%	0.14%	0.51%	0.50%	0.63%
Growth	0.41%	0.20%	0.61%	0.60%	0.73%

What do I need to do?

As of 14 June 2022, if you have money invested in any of the options that are closing, we will automatically transfer these funds into similarly weighted investments as shown in the table above. If you prefer to make your own investment choice for these allocations prior to then, you should log into your online account and make those transfers by 9 June.

Please remember, that if you elect to do nothing, your funds will be transferred into similar investment options automatically, and you can log in and switch options at any time in the future.

We're here to help

If you have any questions in regard to making an investment choice, or any other issues relating to your super, please don't hesitate to call our helpline on **1800 060 215** and we'll be happy to help.

Our Investment Guide and Product Disclosure Statements can be found on our website childcaresuper.com.au.

 **1800 060 215** (9am–6pm AEST)

 childcaresuper.com.au